

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2003

	September-03					August-03				July-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																	
<i>Structured Growth</i>																	
Los Angeles Capital	13,701	1.5%	1.5%	N/A	-1.68%	42,193	1.6%	1.5%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	43,500	1.6%	1.5%	3.55%	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	13,701	1.5%	1.5%	4.99%	-1.68%	42,193	1.6%	1.5%	3.13%	43,500	1.6%	1.5%	3.55%	4.99%	-1.88%	-21.24%	-6.07%
<i>Russell 1000 Growth</i>				3.92%	-1.07%				2.49%				2.49%	3.92%	2.94%	-21.54%	-5.03%
<i>Structured Value</i>																	
LSV	13,078	1.4%	1.5%	3.75%	-1.04%	39,937	1.5%	1.5%	3.27%	41,149	1.5%	1.5%	1.52%	3.75%	-2.25%	8.84%	3.73%
<i>Russell 1000 Value</i>				2.06%	-0.98%				1.56%				1.49%	2.06%	-1.02%	-0.19%	1.05%
<i>S&P 500 Index</i>																	
State Street	60,344	6.6%	7.0%	2.64%	-1.07%	190,014	7.1%	7.0%	1.95%	198,171	7.1%	7.0%	1.77%	2.64%	0.23%	-11.28%	-1.69%
<i>S&P 500</i>				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	87,122	9.5%	10.0%	3.15%	-1.16%	272,143	10.1%	10.0%	2.32%	326,322	11.7%	10.0%	2.00%	3.15%	-0.48%	-9.33%	-1.90%
<i>S&P 500</i>				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																	
<i>Manager-of-Managers</i>																	
SEI	42,842	4.7%	5.0%	9.48%	-1.58%	139,966	5.2%	5.0%	4.83%	148,383	5.3%	5.0%	6.11%	9.48%	0.09%	N/A	N/A
<i>Russell 2000 + 200bp</i>				9.60%	-1.68%				4.75%				6.43%	9.60%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	42,842	4.7%	5.0%	9.48%	-1.58%	139,966	5.2%	5.0%	4.83%	148,383	5.3%	5.0%	6.11%	9.48%	0.09%	-3.49%	1.64%
<i>Russell 2000</i>				9.07%	-1.85%				4.58%				6.26%	9.07%	-1.63%	-3.30%	0.97%
CONVERTIBLES																	
TCW	90,847	9.9%	10.0%	1.85%	0.22%	268,189	10.0%	10.0%	0.89%	278,407	9.9%	10.0%	0.74%	1.85%	10.23%	-9.51%	3.90%
<i>First Boston Convertible Index</i>				2.67%	0.56%				1.64%				0.45%	2.67%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																	
<i>Large Cap - Active</i>																	
Capital Guardian	68,095	7.4%	8.0%	8.14%	-0.27%	222,075	8.2%	8.0%	3.44%	237,392	8.5%	8.0%	4.82%	8.14%	-10.31%	-15.85%	0.02%
<i>MSCI EAFE - 50% Hedged</i>				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	-5.33%
<i>Small Cap - Value</i>																	
Lazard	9,243	1.0%	1.0%	9.92%	5.61%	27,281	1.0%	1.0%	3.09%	29,278	1.0%	1.0%	0.96%	9.92%	N/A	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A
<i>Small Cap - Growth</i>																	
Vanguard	8,967	1.0%	1.0%	14.95%	5.41%	26,518	1.0%	1.0%	4.08%	28,188	1.0%	1.0%	4.78%	14.95%	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	86,305	9.4%	10.0%	8.97%	0.86%	275,873	10.2%	10.0%	3.48%	294,857	10.5%	10.0%	4.40%	8.97%	-9.20%	-15.51%	0.27%
<i>MSCI EAFE - 50% Hedged</i>				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																	
<i>Core Bond</i>																	
Western Asset	150,661	16.4%	15.0%	-0.16%	3.38%	405,998	15.1%	15.0%	1.31%	395,592	14.1%	15.0%	-4.69%	-0.16%	12.77%	11.23%	8.12%
<i>Lehman Aggregate</i>				-0.14%	2.65%				0.66%				-3.36%	-0.14%	10.39%	10.07%	7.54%
<i>Index</i>																	
Bank of ND	82,417	9.0%	9.0%	-0.46%	3.08%	223,815	8.3%	9.0%	0.60%	219,550	7.8%	9.0%	-4.00%	-0.46%	13.26%	10.87%	7.78%
<i>Lehman Gov/Credit</i>				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																	
Strong	63,158	6.9%	6.0%	0.02%	3.86%	175,493	6.5%	6.0%	1.39%	170,897	6.1%	6.0%	-5.01%	0.02%	17.91%	N/A	N/A
<i>Lehman US Credit BAA</i>				0.27%	3.97%				0.98%				-4.49%	0.27%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	296,237	32.3%	30.0%	-0.21%	3.40%	805,306	29.9%	30.0%	1.13%	786,039	28.1%	30.0%	-4.57%	-0.21%	13.18%	10.80%	7.81%
<i>Lehman Gov/Credit</i>				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																	
Bank of ND	314,187	34.2%	35.0%	0.30%	0.10%	930,370	34.6%	35.0%	0.10%	965,168	34.5%	35.0%	0.10%	0.30%	1.57%	3.26%	4.15%
<i>90 Day T-Bill</i>				0.25%	0.10%				0.08%				0.07%	0.25%	1.52%	3.33%	4.08%
TOTAL INSURANCE REGULATORY TRUST	917,540	100.0%	100.0%	2.01%	0.96%	2,691,847	100.0%	100.0%	1.33%	2,799,176	100.0%	100.0%	-0.29%	2.01%	6.74%	1.72%	4.85%
POLICY TARGET BENCHMARK				1.48%	0.88%				1.04%				-0.44%	1.48%	4.94%	1.35%	3.99%

NOTE: Monthly returns and market values are preliminary and subject to change.